GOVERNMENT OF INDIA
PETROLEUM AND NATURAL GAS
LOK SABHA

UNSTARRED QUESTION NO:1282
ANSWERED ON:10.03.2005
PAYMENT BY ONGC TO MARKETING COMPANIES
Rao Shri Devarakonda Vittal

Will the Minister of PETROLEUM AND NATURAL GAS be pleased to state:

(a) whether it is a fact that ONGC had made payments of Rs. 1,332 crores to oil marketing companies to compensate for their under-recoveries on LPG and kerosene as reported in the Hindu dated February, 1, 2005; and

(b) if so, the details thereof?

Answer

MINISTER OF PETROLEUM & NATRUAL GAS AND PANCHAYATI RAJ (SHRI MANI SHANKAR AIYAR)

(a) & (b) :- Yes Sir, ONGC gave a price discount on crude oil, LPG and SKO of Rs. 1,332 Crores during the third quarter of the year 2004-05, to Oil Marketing Companies (OMCs), to share their under recoveries on Domestic LPG and PDS Kerosene.